"Financial Regulation of Systemically Important Non-Banking Financial Companies and Banks' Relationship with them", issued by Reserve Bank of India on November 30, 2006, banks, including foreign banks, may assume exposure on a single Non-Banking Financial Company (NBFC) up to 10% of their capital funds, and to all NBFCs up to 40% of their capital funds. These limits may be exceeded by 5% and 10% of capital funds, respectively, if the additional exposure is on account of funds on-lent by the NBFCs to infrastructure sector.

(c) and (d) Do not arise since the aforesaid guidelines are not yet in force.

Search conducted by IT department

2180. SHRI VIJAY KUMAR RUPANI: Will the Minister of FINANCE be pleased to state:

(a) the total number of searches conducted by the various authorities of Income Tax Department during the financial years, 2004-05 and 2005-06, State-wise;

(b) the total number of the scrutiny made by the Income Tax Department during the financial years, 2004-05 and 2005-06, State-wise;

(c) the total number of the Income Tax payers/assessees during the year 2004-05 and 2005-06, State-wise;

(d) the total amount credited in Government exchequer during the financial years, 2004-05 and 2005-06, State-wise; and

(e) what are the norms to conduct search and scrutiny by Income Tax Department?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM): (a) The State-wise details of total number of searches undertaken by the Income Tax Department during the financial years 2004-05 and 2005-06 are given in the Statement-I (*See* below).

(b) The total number of cases scrutinized by the Income Tax Department during Financial Years 2004-05 and 2005-06 are 2,10,865 and 2,30,697, respectively. The number of cases scrutinized under each Cadre Controlling Chief Commissioner Region is given in the Statement-II (*See* below).

(c) State-wise details of the number of tax payers/assessees are not centrally maintained. However, the total number of Income Tax assessees, as on 31st March of Financial Years 2004-05 and 2005-06, are 308.08 lakh and 315.37 lakh, respectively.

(d) The State-wise details of total amount of direct tax collection during the financial years 2004-05 and 2005-06 are given in the Statement-III (*See* below).

(e) The Income Tax Department conducts searches in accordance with the provisions of Section 132(1) of the Income Tax Act, 1961 and administrative guidelines issued thereon.

Cases are selected for scrutiny through CASS (Computer Assisted Scrutiny System) as well as manually as per the scrutiny guidelines issued annually by the Board, taking into account the need to verify the returns of specific trades and classes of taxpayers, which are selected on the basis of various risk parameters.

Statement-I

Number of Searches conducted by Income Tax Deptt.

Name of the State/Union Territory	Number of search warrants executed	
	F.Y. 2004-05	F.Y. 2005-06
1	2	3
Andhra Pradesh	197	320
Bihar	19	18
Chandigarh	18	13
Chhattisgarh	23	21
Delhi	208	480
Goa	13	21
Gujarat	240	380
Haryana	74	37
Himachal Pradesh	4	1
Jammu and Kashmir	2	3

1	2	3
Jharkhand	13	17
Karnataka	123	120
Kerala	85	81
Madhya Pradesh	58	27
**North East Region	20	34
Orissa	26	36
Punjab	100	132
Rajasthan	173	116
*Tamil Nadu	111	276
Uttar Pradesh	188	155
Uttaranchal	11	0
West Bengal	184	232
TOTAL	2377	3364

* The data includes figures of Pondicherry.

** The data of NER includes the data of Assam, Tripura, Manipur, Meghalaya, Nagaland, Sikkim and Arunachal Pradesh.

Statement-II

Cases Scrutinized

Cadre controlling CCIT	Number of cases scrutinized	
	F.Y. 2004-05	F.Y. 2005-06
1	2	3
Ahmedabad	23748	23728
Bangalore	9990	13540
Bhopal	7469	9182
Bhubaneswar	1739	2462

1	2	3
Chennai	18706	19713
Cochin	4201	4104
Delhi	17241	16129
Guwahati	3684	1167
Hyderabad	11786	16693
Jaipur	7605	8358
Kanpur	7646	11172
Kolkata	26460	17466
Lucknow	6071	9151
Mumbai	31495	39774
Nagpur	3649	3053
NW Region	14805	16725
Patna	5733	790
Pune	8837	17491
TOTAL:	210865	230697

Statement-III

State-wise details of amount of Direct Tax Collection

(Rs. in crores)

Name of the State/Union Territory	Amount of Direct Tax collection	
	F.Y. 2004-05	F.Y. 2005-06
1	2	3
Andhra Pradesh	4830.58	6693.31
Andaman and Nicobar Islands	6.04	9.83
Arunachal Pradesh	8.4	7.61
Assam	1390.18	1596.12
Bihar	429.69	595.95
Chandigarh	518.91	649.55
Chhattisgarh	1444.91	1202.72

1	2	3
Dadar and Nagar Haveli	0.31	0.65
Daman	10.3	10.85
Delhi	20232.15	26202.06
Diu	0.05	0.16
Goa	793.09	1083.12
Gujarat	4969.89	6187.82
Haryana	1651.32	2211.99
Himachal Pradesh	251.7	234.76
Jammu and Kashmir	206.6	243.91
Jharkhand	1124.77	979.19
Karnataka	10466.92	14075.68
Kerala	1739.73	1694.46
Lakshadweep	0.08	0.09
Madhya Pradesh	1844.73	2252.06
Maharashtra	48900.4	60657.07
Manipur	5.18	5.02
Meghalaya	59.88	40.3
Mizoram	0.21	0.35
Nagaland	6.67	5
Orissa	2199.63	2415.06
Pondicherry	64.07	96.82
Punjab	1700.24	1692.02
Rajasthan	1652.81	2162.01
Sikkim	6.89	14.24
Tamil Nadu	8296.77	10764.05
Tripura	40.33	31.95
Uttar Pradesh	2839.71	3235.24
Uttaranchal	7725.4	9142.43
West Bengal	5716.34	7563.64
TOTAL	*131136.88	**163757.09

* Does not include Central TDS of Rs. 1633.93 crore

** Does not include Central TDS of Rs. 1451.33 crore